| Year | Production (Rs. crores) |
|---|---|
| 1986-87 | 458 |
| 1987-88 | 480 |
| 1988-89 | 550 |
| 1989-90 | 610 |
| 1990-91. | 675 |

•Estimated.

(d) and (e) Do not arise.

**Profitability on drug industry**

2191. SHRI SANTOSH KUMAR SAHU: SHRIMATI SATYA BAHIN:

Will the Minister of PETROLEUM AND CHEMICALS b$_e$ pleased to state:

(a) whether it is a fact that the profitability of drug industry i$_s$ the highest in the country in comparison to other essential commodities like cement, sugar, textile etc.;

(b) whether his Ministry have made any study in this regard;

(c) if so, what are the details thereof;

(d) what was the profitability of12 leading drug units during the last two years with capital employed and net worth separat

(e) whether it is also a fact that ceiling of profitability is determined on turnover as per Drugs Price Control Order;

(f) whether it is also a fact that such determination has created satellite small scale units and discouraged investment; and

(g) if so, what steps have been taken to determine return on net worth or capital employed?

THE MINISTER OF PETROLEUM AND CHEMICALS (SHRI M. S. GURUPADASWAMY): (a) No, Sir.

(b) and (c) No systematic study has been carried out in this regard.

(d) Details are not available with the Government.

(e) Ceilings of profitability as specified in the Drugs (Prices Control) Order, 1987 are applicable to the formulations. Return on bulk drugs is allowed on the basis of networth or capital employed depending upon the option exercised by a manufacturer.

(f) and (g) Some reports of organised sector units marketing the products of small scale sector units have been received by the Government. This aspect would be kept in view while reviewing the drug policy which is in progress.

**Investments in drug industry**

2192. SHRI SANTOSH KUMAR: SHRIMATI SATYA BAHIN:

Will the Minister of PETROLEUM AND CHEMICALS be pleased to state:

(a) whether it is a fact that there is no growth of new investments in drug industry after 1987;

(b) what is the total investment of drug industry on plant and machinery as on 31st March, 1990;

(c) what was the investment upto the 31st March, 1987 and what is the growth per year during 1988, 1989 and 1990; and

(d) what is the investment on plant and machinery of IDPL, HAL, Alembic, Sarabhai, Cadila, Raabaxy, Cipla, Unichem, Standard Organics and Themis and what is the percentage of investment of these companies to the total investment?

THE MINISTER OF PETROLEUM AND CHEMICALS (SHRI M. S. GURUPADASWAMY): (a) No, Sir.

(b) to (d) These details are not monitored by this Ministry. Moreover the information asked for is too voluminous and time and labour involved in